

Senate Study Bill 3242

SENATE FILE _____
BY (PROPOSED COMMITTEE ON WAYS
AND MEANS BILL BY CHAIRPERSON
BOLKCOM)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to a sales tax exemption on certain railroad
2 materials.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
4 TLSB 5761XC 82
5 ak/sc/24

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1 1 Section 1. Section 423.3, Code Supplement 2007, is amended
1 2 by adding the following new subsection:
1 3 NEW SUBSECTION. 71A. The sales price from the sale of
1 4 railroad rails, spikes, ballast, and bridge components sold to
1 5 a railway corporation based in this state for installation
1 6 exclusively in the state.

1 7 EXPLANATION

1 8 This bill exempts the sales price of specific railroad
1 9 materials from the state sales and use tax. The materials are
1 10 railroad rails, spikes, ballasts, and bridge components. The
1 11 materials must be sold to a railway corporation that is based
1 12 in Iowa for installation of a railroad exclusively in Iowa.
1 13 LSB 5761XC 82
1 14 ak/sc/24